the Chiaf Minister of Andhra Pradesh; and

(b) what steps Government have taken to recover the dues?

THE MINISTER OF STATE IN THE DEPARTMENT OF EXPENDITURE IN THE MINISTRY OF FINANCE (SHRI B. K. GADHVI): (a) Amount of income-tax due at present from Shri N. T. Rama Rao, Chief Minister of Andhra Pradesh is Rs. 4.79 lakhs.

(b) Major portion of the demand is disputed in appeals. However, a show cause notice under section 22(1) of Income-tax Act has been issued.

2434. *[Transferred to the 9th Decem ber,* 1987]

Procurement of drilling rigs and pumps from Soviet Union

2435. SHRIMATl KRISHNA KAUL:
SHRI RAM CHANDRA VIKAL:

Will the Minister of WATER RESOURCES be pleased to state:

(a) whether six drilling rigs and thirty five pumps are being procured from the Soviet Union for drought relief work in India;

(b) if so, the terms and conditions on which this assistance is being offered by the USSR;

(c) whether any experts are being deputed by the Soviet Union for this purpose; and

(d) whether some arrangements for transfer of technology in this area have also been made?

THE MINISTER OF STATE OF THE MINISTRY OF TEXTILES AND THE MINISTER OF STATE IN THE MINISTRY OF WATER RESOURCES (SHRI RAM NIWAS MIRDHA): (a) and (b) USSR has offered 6 rigs and 35 pumps aid to India for drought relief work-

The equipment would be supplied during 1987-88.

(c) and (d) USSR would also depute experts to train Indian counterpart personnel in the operation and maintenance of these equipments. For transfer of technology and training of Indian experts, organisation of seminar is also envisaged.

Financial assistance for Haldia Petrochemicals project

2436. SHRI CHITTA BASU: Will the Minister of FINANCE be pleased to refer to the answer to Unstarred Question 3858 given in the Rajya Sabha on the 27th August, 1987 and state:

(a) whether processing of the proposals given by the Haldia Petro-Chemicals Limited, has since been completed; and

(b) if so, whether the financial assistance as sought for, has since been cleared; and

(c) if not, what are the reasons therefor?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI JANARDHAN POOJARI); (a) and (c) No. Sir, The magnitude and the technical financial complexities of the project have required wider consultation/examination.

(b) Does not arise.

Lapsing of LIC policies

2437. SHRI CHITTA BASU: Will the Minister of FINANCE be pleased to state;

(a) whether Governmeni's attention 'has since been drawn to the phenomena of increasing number of L.I.C. policies that lapse leading to the forefeiture of the money;

(b) whether Government have examined the matter; and

(c) if so, what action has been taken therein?

THE MINISTER OF STATE IN THE DEPARTMENT OF EXPENDITURE IN THE MINISTRY OF FINANCE (SHRI JANARDHAN POOJARI): (a) to (c) lt is not correct to say that increasing number of TIC policies have lapsed resulting in for-feiture of the money paid by policy-holders. The experience of LIC in this behalf shows improvement over the experience of the insurers in India before nationalisation. In fact, over the last decade there has been a perceptible improvement in the lapsation experience of the LIC. Being alive to the need to control lapsations and to keep them at minimum possible level, the following steps have been taken by LIC:—

(i) Qualitative aspect of the business is stressed at all levels.

(ii) In determining the incentive bonus payable to a Development Officer and eligibility of LIC agent for membership of various Clubs, adjustment is made for the business in respect of the lapsed policies.

(iii) Facilities for collection of pre-mia are constantly reviewed and improved.

(iy) Under the reorganisation, the servicing functions including revivals of lapsed policies have been decentralised to the branches for effecting revivals.

(v) Policyholders are allowed to pay arrears of prerriia in easy instalments under specially designed revival schemes. A 3-monlh intensive campaign has been launched from 1st October, 1987 for revival of lapsed policies under which revival would be considered without medical examination on the strength of a declaration of good health and 1 (3rd of the interest due would be waived by the LIC, requiring the policyholder to pay only the arrears of premiums alongwith 23rd of interest due.

Concessional credit from U.S. for import of edible

2438. SHRI CHITTA BASU: Will the Minister of FINANCE be pleased to state;

(a) whether the U.S. Government have recently agreed to provide concessional credit for import of edible oils under the PL. 480; and

(b) if so, what are the details thereof?

THE MINISTER OF STATE IN THE DEPARTMENT OF EXPENDITURE IN THE MINISTRY OF FINANCE ,'SHR1 B. K. GADHVI): (a) and (b) The U.S. Government has indicated its willingness to notify lndia in its Export Enhancement Programme which would enable India to purchase upto 3 1'akh tonnes of edible oils from USA at competitive price.

Acquisition proceedings against Mls. Aminchtand Pyarelal

2439. SHRI GAYA CHAND BHUYAN: Will the Minister of FINANCE be pleased to state:

(a) whether the acquisition proceedings in respect of a property whose apparent consideration appeared to be much below the fair market value initiated some years ago by the Income-tax authorities at Bom bay against M/s. Aminchand Pyarelal have been completed; and

(b) if so, what are the detai

THE MINISTER OF STATE IN THE DEPARTMENT OF EXPENDITURE IN THE MINISTRY OF FINANCE (SHRl B. K. GADHVI): (a) No Sir.

(b) The acquisition proceedings vir Chapter XXA of the Income Tax Act were initiated in respect of a property known as APJ House, Eorbes Bombay on 11th April, 1977. The transferer in this case is M/s. Flury's Swiss Confectionary Pvt. Ltd.. and th; trans fric is M /s. APJ Premises Co-operative Sodety Ltd, the apparent consideration